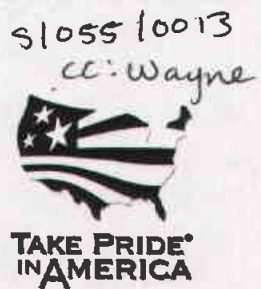




United States Department of the Interior  
BUREAU OF LAND MANAGEMENT

Color Country District Office  
Henry Mountains Field Station  
PO Box 99  
Hanksville, Utah 84734  
Telephone (435)542-3461



In Reply Refer To:

3600  
(UTC021)  
UTU-75964  
S/055/013

RECEIVED  
JAN 23 2012  
DIV. OF OIL, GAS & MINING

January 20, 2012

CERTIFIED MAIL – RETURN RECEIPT REQUESTED  
Certified Mail No. 7009 3410 0001 1113 6500

Mr. Lance Jackson  
Organa Mineral Products, Inc  
515 West 300 North, Suite F  
St. George, UT 84770

**Renewal of Contract for the Sale of Mineral Materials, Contract No. UTU-75964, Denied**

Dear Mr. Jackson:

In response to your request for renewal of your Contract for the Sale of Mineral Materials, Permit/Contract Number UTU-75964, I have reviewed your file and made the following determinations:

1. The original permit for this operation was issued on 7/23/01 and expired on 7/23/06. A significant time period has therefore lapsed since this permit expiration date and your renewal request of 12/30/11.
2. The Bureau of Land Management (BLM) considers Permit/Contract Number UTU-75964 expired effective 7/23/06.
3. You reported in your 2011 Small Mining Operations Progress Report that for the period between 1/20/11 and 12/31/11 that you mined 44 tons of ore and moved 5 tons of waste material; however, no reclamation activity was reported for this period. BLM also notes that this work was conducted without permit.
4. There is evidence of unpermitted and un-reclaimed surface disturbing activities in the area (Attachment 1).
5. Since Permit/Contract Number UTU-75964 has expired, a new Permit/Contract would have to be processed. Your mining plan dated 12/30/11 is not in accordance with 43 CFR 3600 (see Attachment 2) and is insufficient to process a new Permit/Contract.

6. There have been changes in BLM's Resource Management Plan for this area and there is a high potential for Wrights Fishhook cactus, a federally protected species, to be present in the project area, thus requiring additional analysis prior to issuing a new Permit/Contract.

Based on items 1, 2, 3 and 4 listed above BLM finds you in substantial non-compliance of the conditions of your contract as issued on 7/23/01 to conduct small mining operations and therefore cannot re-issue your permit as requested until the following conditions are met:

1. All currently disturbed areas are reclaimed per contractual agreement signed on 7/23/01.

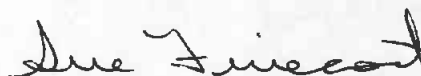
Under 43 CFR §3601.52 you have 90 days from receipt of this letter, excluding periods of inclement weather, to remove your equipment and personal property and any other improvements that you placed on public lands and to complete restoration of the site. If you fail to remove equipment, personal property or any improvements, it becomes the property of the United States. However, you will remain liable for the cost of its removal and for restoration of the site. In order to insure that all disturbed areas are addressed an on-site meeting is recommended. Please inform this BLM office of a time and date convenient to you to meet on-site to discuss reclamation requirements in detail.

2. If you wish to re-permit this site you will need to submit to BLM a new request for Contract for the Sale of Mineral Materials per 43 CFR 3600. To assist you a copy of the pertinent sections of 43 CFR 3600 are provided as Attachment 2 for your reference.

No additional surface disturbing operations may be conducted at this site until restoration has been completed and a new application for Contract for the Sale of Mineral Materials has been submitted and approved.

Please feel free to contact myself or John Reay at 435-542-3461 if you have questions regarding this matter.

Sincerely,



Sue Fivecoat  
Assistant Field Manager

cc: Wayne Western, UDOGM

Attachments:

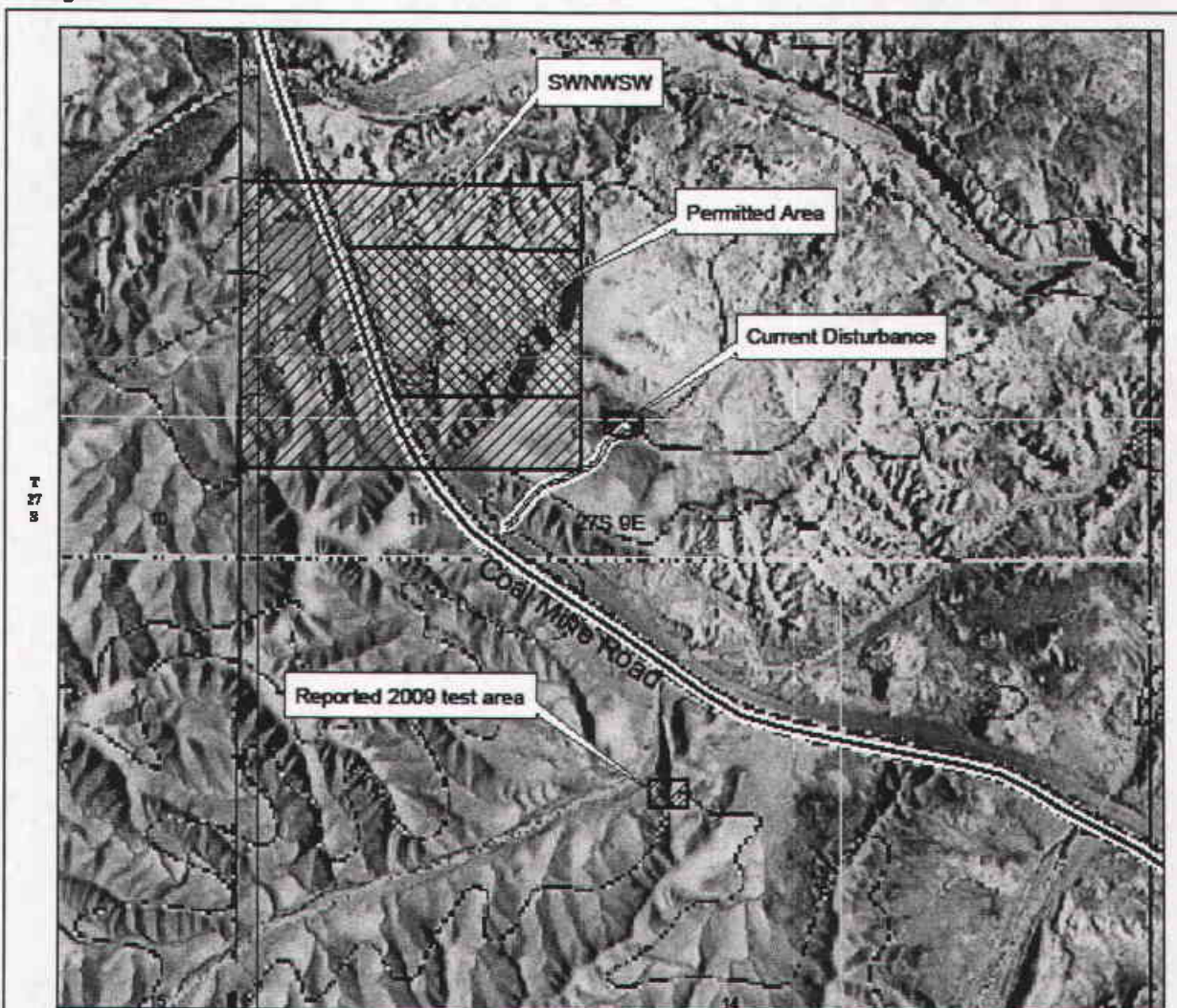
1. Map of Organa Mineral Products Permitted and Surface Disturbance Areas
2. Excerpt of 43 CFR 3600

# Attachment 1: Map of Organa Mineral Products Permitted and Surface Disturbance Areas

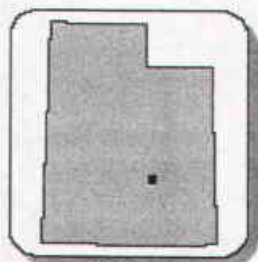
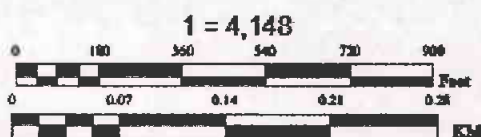
Organa Minerals

R9E

State of Utah



Factory Butte, UT, 7.5'  
T27S, R9E, Sec 11  
SWNWSW



Map created on Jan 12, 2012



United States Department of the Interior  
Bureau of Land Management



## CAUTION:

Land ownership data is derived from less accurate data than the 1:24,000 scale base map. Therefore, land ownership may not be shown for parcels smaller than 40 acres, and land ownership lines may have plotting errors due to source data.

No warranty is made by the Bureau of Land Management for the use of this data for purposes not intended by the BLM.



**Attachment 2:**

Your mining plan dated 12/30/11 is not in accordance with 43 CFR 3600. Please find below those items of information you must include in your plan:

**§ 3601.41 What information must I include in my mining plan?**

- (a) A map, sketch, or aerial photograph identifying the area for which you are applying, the area and depth you plan to disturb, existing and proposed access, and the names and locations of major topographic and known cultural features;
- (b) A description of your proposed methods of operation and the periods during which you will operate;
- (c) A description of measures you will take to prevent hazards to public health and safety and to minimize and mitigate environmental damage; and
- (d) Such other information as BLM may require.

**§ 3601.42 What information must I include in my reclamation plan?**

- (a) A statement of the proposed manner and time in which you will complete reclamation of the areas disturbed by your operations;
- (b) A map or sketch which delineates the area you will reclaim; and
- (c) Such other information as BLM may require.